

FY 2016 Proposed Budget



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**Public Information Meeting
February 26, 2015**



City Council Goals

- High Performing City Organization: Financially Sound, Providing Service Value
- Responsible Growth and Revitalization
- Ankeny as a Successful Business Center
- Preservation of Ankeny's Hometown Feel



Budget Focus

- Impact of decisions on citizens
- Maintain service delivery
- Maintain a qualified, responsive workforce
- Invest in community infrastructure
- Maintain strong financial position

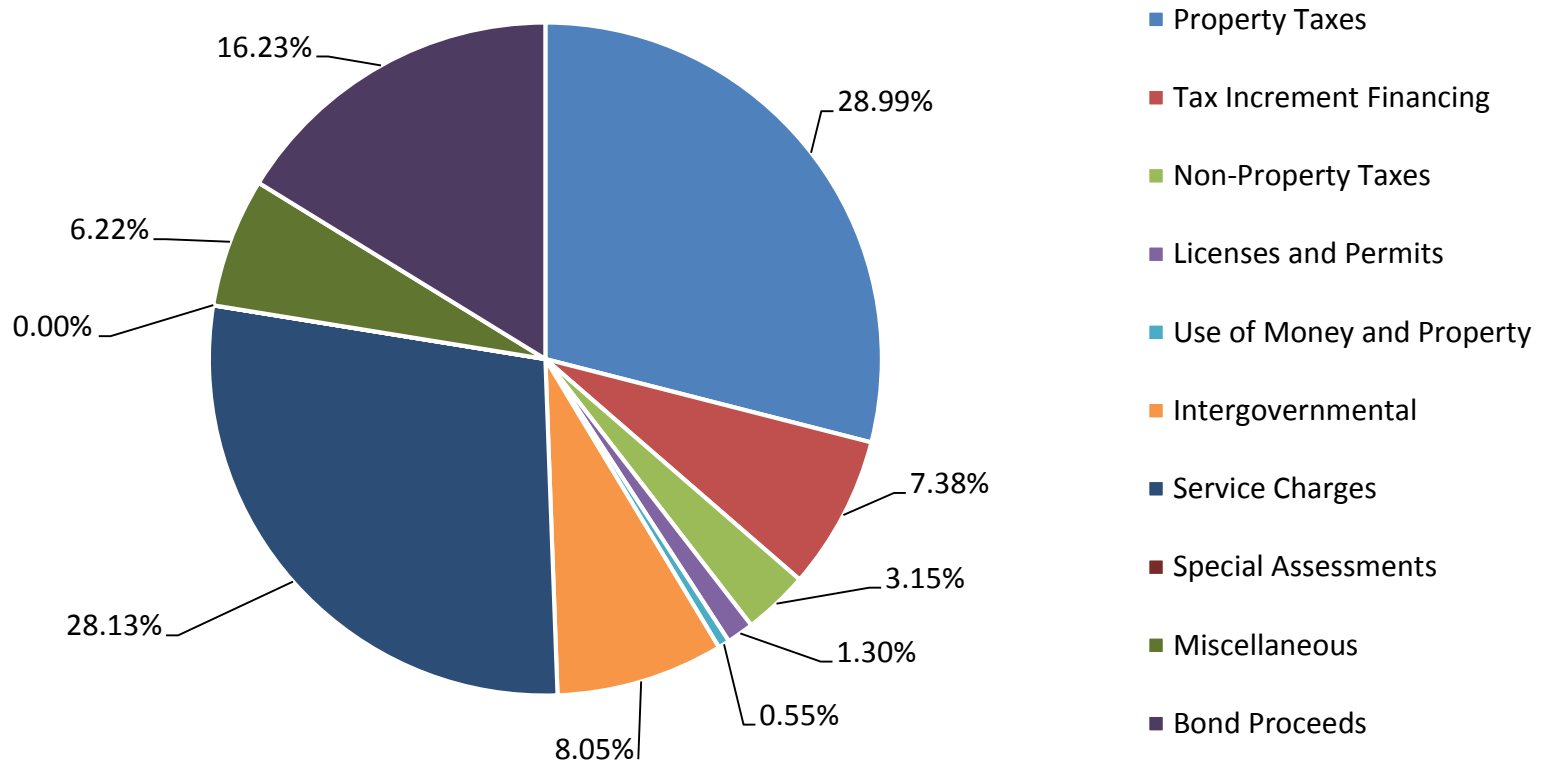


Budget Breakdown

- \$89 Million Total Budget
 - \$74 Million Operating Budget
 - General Fund - \$23 Million
 - Road Use Tax Fund - \$5 Million
 - Debt Service Fund - \$21 Million
 - Utility Funds - \$19 Million
 - All Other Funds - \$6 Million
 - \$15 Million CIP Budget



Revenues by Source



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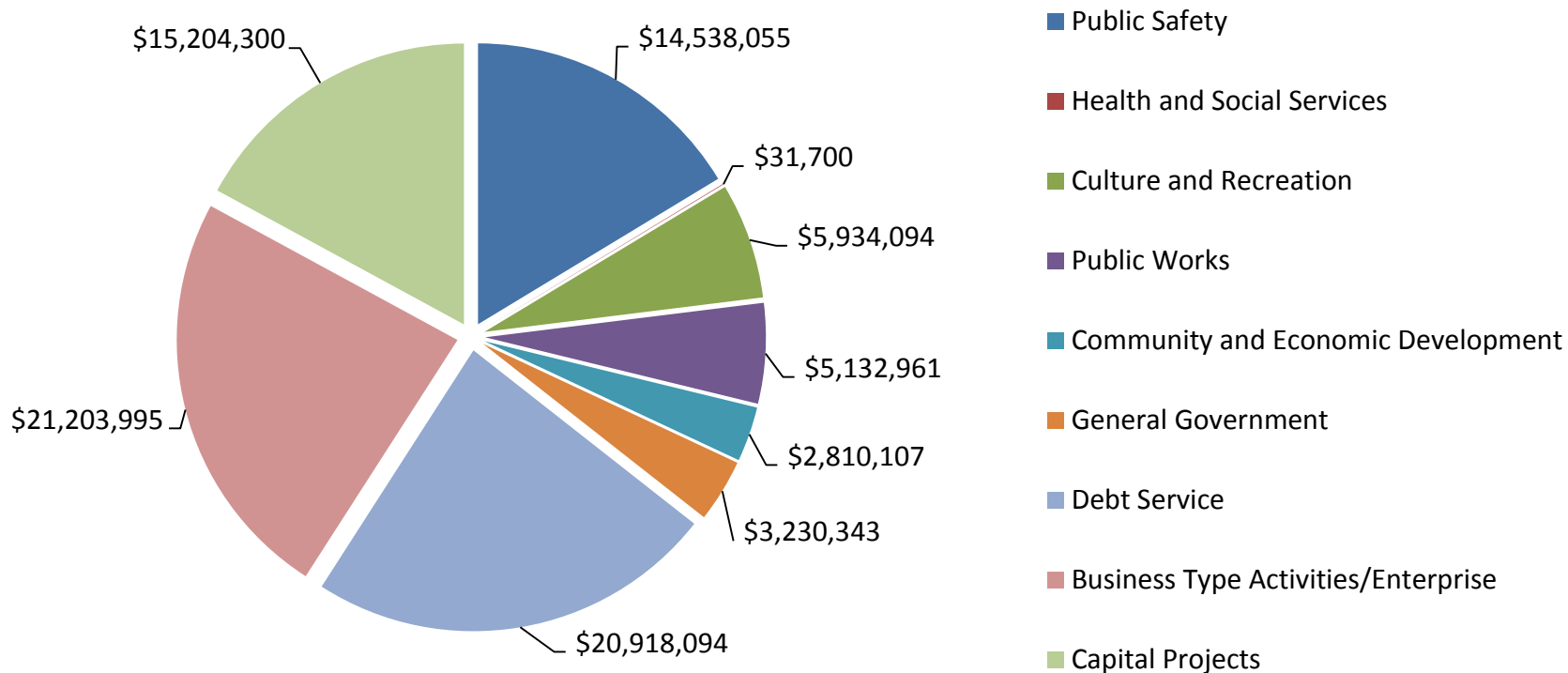
Expenditures By Program

Expenditures	FY 2016 Budget	FY 2015 Budget	Dollar Change	Percent Change
Public Safety	\$14,538,055	\$13,803,271	\$734,784	5.32%
Health and Social Services	31,700	31,700	0	0.00%
Culture and Recreation	5,934,094	6,046,916	(112,822)	-1.87%
Public Works	5,132,961	5,138,748	(5,787)	-0.11%
Community & Economic Development	2,810,107	3,394,409	(584,302)	-17.21%
General Government	3,230,343	3,009,814	220,529	7.33%
Debt Service	20,918,094	18,964,628	1,953,466	10.30%
Business Type Activities	21,203,995	20,258,007	945,988	4.67%
Capital Projects	15,204,300	25,668,873	(10,464,573)	-40.77%
Total	\$89,003,649	\$96,316,366	\$(7,312,717)	-7.59%

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Expenditures By Program



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Budget Highlights

1. Valuation Growth

- 6.93% regular valuation
- 6.97% debt service valuation

2. Rollback Changes

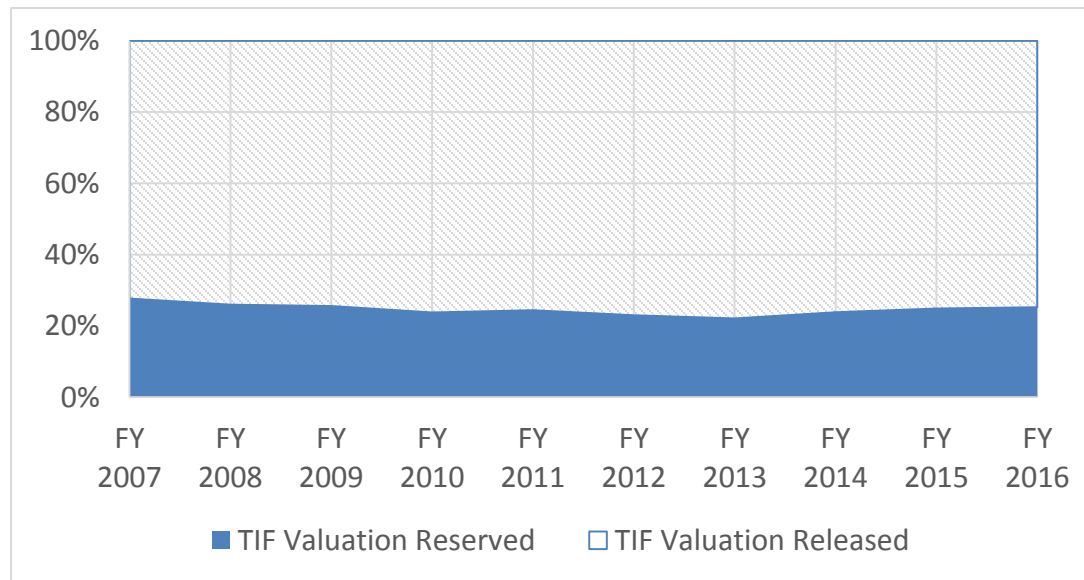
- Increase in residential rollback from 54.4002% to 55.7335%
- Decrease in commercial, industrial and multi-residential rollback from 95% to 90%
- Second phase of state backfill as a result of property tax reform
- Multi-residential rollback will further decrease by 3.75% in FY 2017 and annually thereafter until equaling the residential rollback
- Residential rollback projected to decrease in FY 2017 and fluctuate thereafter



Budget Highlights

3. Use of Tax Increment Financing

- 25% of available TIF increment reserved by the City
- 75% of available TIF increment released to all other taxing jurisdictions





Budget Highlights

4. Local Economy

- Strong taxable valuation growth
- Increasing economic development opportunities
- Renewed building permit activity

Calendar Year	Residential		Commercial	
	Number	Value	Number	Value
2014	1011	205,569,149	36	44,367,457
2013	859	191,833,192	26	34,233,742
2012	1031	178,308,822	33	73,674,050
2011	580	107,047,822	15	19,062,235
2010	523	106,078,166	17	10,060,900
2009	422	82,430,948	11	12,251,100
2008	372	68,646,221	21	42,473,891
2007	581	107,924,995	26	38,933,191
2006	845	136,156,818	30	29,709,708
2005	1311	203,434,307	30	21,570,268

Taxes on value of permits issued in CY 2014 will be collectible in FY 2017.



Budget Highlights

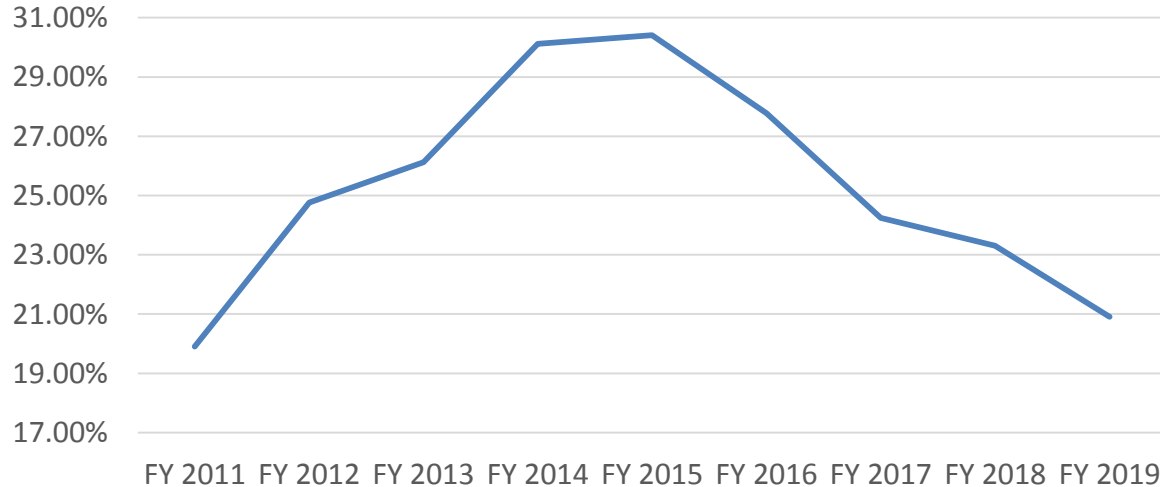
5. Personnel Costs

- Funds new positions and reclassifications
 - Division Chief–Training & Safety
 - Engineering Technician I
 - Utilities Operator I
- Eliminates the Community Development department
- Funds the third of five year union contracts
- Increases employee contributions to health insurance premiums
- Addresses pension costs
 - IPERS regular class contribution rate remains unchanged at 8.93%



Budget Highlights

- IPERS protected class contribution rate decreases from 10.14% to 9.84%
- MFPRSI contribution rate decreases from 30.41% to 27.77%
- MFPRSI contribution rate history:

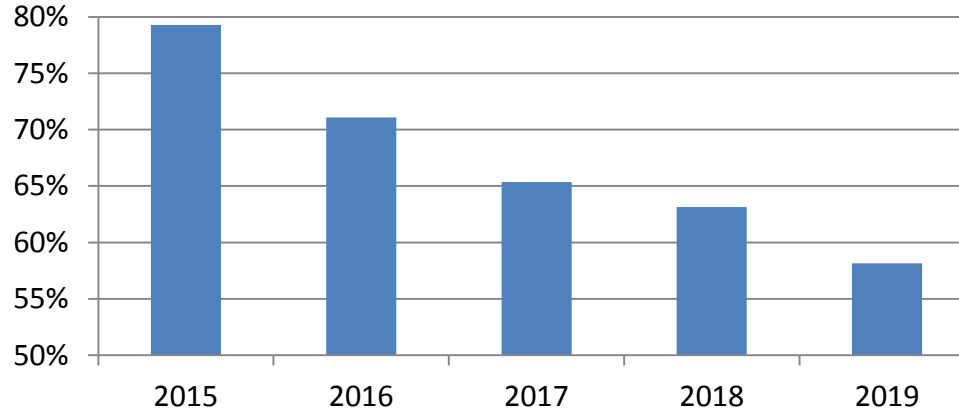




Budget Highlights

6. Debt Service

- Reduces debt service levy by \$0.05 for a second year in a row
- Shortens borrowings from 15-years to 10-years
- Projects a sizable reduction in the constitutional debt limit





Budget Highlights

7. Infrastructure Needs

- Funds the 2015-2019 Capital Improvement Program
 - West First Street and State Street Intersection Improvements
 - NW Greenwood Street (NW 5th Street to NW 9th Street) Reconstruction
 - NW 36th Street Asphalt Overlay
 - SW Oralabor and SW White Birch Drive Traffic Signal
 - I-35 Corporate Woods Drive NB Exit Ramp Traffic Signal
 - High Trestle Trail–SW Ordnance Road Connection
 - Prairie Ridge Aquatic Center Enhancements
 - SW Prairie Trail Parkway
 - The District at Prairie Trail–Parking Lot Phase 3A
 - West Outfall Relief Sewer
 - Annual infrastructure replacement & preservation programs
- Funds the capital projects reserve fund



Budget Summary

- Municipal Utility Rates
 - Solid waste - \$0.25 per month increase (est.)
 - Water utility - 3% rate increase
 - Sewer utility - 7% rate increase
 - Storm water utility - no rate increase
- Decrease in the overall property tax levy

Levy	FY 2016	FY 2015	Change
General	\$ 6.89	\$ 6.89	\$ 0.00
Aviation Authority	0.15	0.15	0.00
Police & Fire Retirement	0.56	0.56	0.00
Debt Service	4.25	4.30	(0.05)
Total Property Tax Levy	\$ 11.85	\$ 11.90	\$ (0.05)



Change in Cost of City Government

Increased Annual Cost to \$160,000* Home For City Services

Property Tax	\$21
Franchise Fee	\$0
Solid Waste	\$3
Water	\$14
Sewer	\$60
Storm Water	<u>\$0</u>

Total Increased Cost +\$98

Decreased Annual Cost to \$1 Million Business For City Services

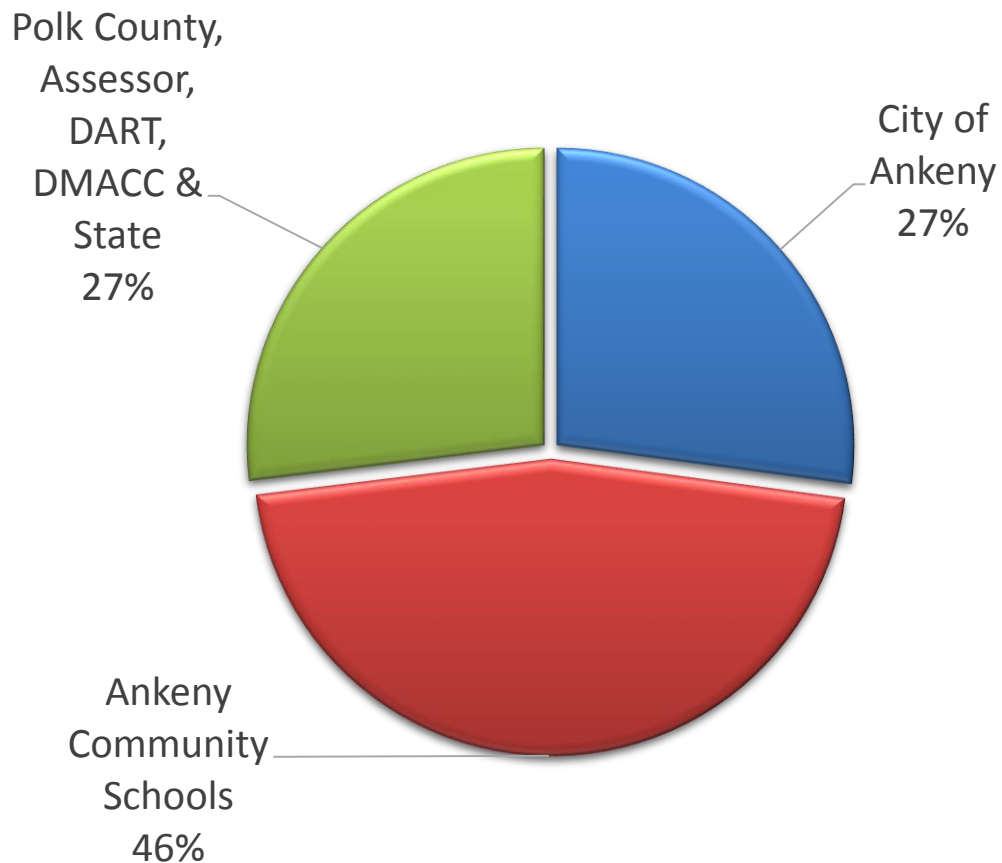
Property Tax	-\$640
Franchise Fee	\$0
Solid Waste	N/A
Water	\$39
Sewer	\$145
Storm Water	<u>\$0</u>

Total Decreased Cost -\$456

* Median assessed valuation – Polk County Assessors Office



Property Tax Distribution



Source: Iowa Department of Management



Question & Answer

Public Hearing: March 9, 2015

City Hall at 5:30 p.m.

*Due to public hearing requirements all questions
must be directed to the City Manager*



Budget information available online at www.ankenyiowa.gov

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